

## CHAPTER 208

## FRATERNAL BENEFICIARY ASSOCIATIONS

S. F. 360

- AN ACT to repeal sections eight thousand eight hundred twenty-six (8826) and eight thousand eight hundred twenty-nine (8829), code, 1939, relating to investments by fraternal beneficiary associations and the regulation of said investments and associations under the supervision of the insurance commissioner of the state of Iowa, and to enact a substitute therefor.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Section eight thousand eight hundred twenty-six (8826),  
2 Code, 1939, is repealed.

1 SEC. 2. Section eight thousand eight hundred twenty-nine (8829),  
2 Code, 1939, is repealed, and the following enacted in lieu thereof:

3 "Any fraternal beneficiary society, order, or association, organized  
4 under the laws of this state, accumulating money to be held in trust  
5 for the purpose of fulfillment of its certificates or contracts, shall  
6 invest such accumulation in the securities provided in section seven-  
7 teen (17) of Senate File one hundred nine (109), Acts of the Fifty-  
8 first General Assembly, and no other."

Approved April 16, 1945.

## CHAPTER 209

## MUTUAL MEDICAL AND SURGICAL SERVICE

S. F. 128

- AN ACT to amend sections eight thousand eight hundred ninety-five and one hundredth (8895.01), eight thousand eight hundred ninety-five and two hundredths (8895.02), eight thousand eight hundred ninety-five and four hundredths (8895.04), eight thousand eight hundred ninety-five and five hundredths (8895.05), eight thousand eight hundred ninety-five and six hundredths (8895.06), eight thousand eight hundred ninety-five and seven hundredths (8895.07), eight thousand eight hundred ninety-five and eight hundredths (8895.08), eight thousand eight hundred ninety-five and eleven hundredths (8895.11), eight thousand eight hundred ninety-five and thirteen hundredths (8895.13), and chapter four hundred three and one tenth (403.1), code, 1939, and chapter two hundred seventy-four (274), laws of the Forty-ninth General Assembly, relating to nonprofit corporations furnishing hospital service, and to authorize nonprofit corporations to contract to furnish medical and surgical service to subscribers and to contract for the furnishing of such service with physicians and surgeons, osteopathic physicians or osteopathic physicians and surgeons; to provide for the regulation and supervision of such corporations; to fix their rights, powers and duties; to provide for the method of their incorporation and the personnel of their board of directors; to declare such corporations to be charitable and benevolent institutions; and to prescribe the powers and duties of the commissioner of insurance with reference to such corporations.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Section eight thousand eight hundred ninety-five and  
2 one hundredth (8895.01), Code, 1939, is amended by inserting after  
3 the comma (,) in line nine (9) the following: "or any such corporation  
4 organized for the purpose of establishing, maintaining, and operating a

5 plan whereby medical and surgical service may be provided at the ex-  
6 pense of said corporation, by duly licensed physicians and surgeons,  
7 osteopathic physicians, or osteopathic physicians and surgeons, to sub-  
8 scribers under contract, entitling each subscriber to medical and surgi-  
9 cal service, as provided in said contract,".

1 SEC. 2. Section eight thousand eight hundred ninety-five and two  
2 hundredths (8895.02), Code, 1939, is amended by inserting in line two  
3 (2) after the word "corporation" the following: ", or a nonprofit medi-  
4 cal service corporation,".

1 SEC. 3. Section eight thousand eight hundred ninety-five and four  
2 hundredths (8895.04), Code, 1939, is amended by striking from line  
3 two (2) the word "such" and inserting in lieu thereof the words "a  
4 hospital service", and by adding at the end of said section a new para-  
5 graph as follows:  
6 "At least a majority of the directors of a medical service corporation  
7 must be at all times physicians or surgeons, osteopathic physicians, or  
8 osteopathic physicians and surgeons, who have contracted or may con-  
9 tract with such corporation to render to its subscribers medical or  
10 surgical service. The board of directors of such corporation shall  
11 consist of at least nine (9) members."

1 SEC. 4. Section eight thousand eight hundred ninety-five and five  
2 hundredths (8895.05), Code, 1939, is amended by inserting in line one  
3 (1) after the word "any" the words "hospital service", and by adding  
4 at the end of said section a new paragraph as follows: "Any medical  
5 service corporation organized under the provisions of this chapter may  
6 enter into contracts with subscribers to furnish medical and surgical  
7 service through physicians and surgeons, osteopathic physicians, or  
8 osteopathic physicians and surgeons."

1 SEC. 5. Section eight thousand eight hundred ninety-five and six  
2 hundredths (8895.06), Code, 1939, is amended by inserting after the  
3 word "by" in line one (1) the word "any", and by inserting after the  
4 word "service" in line two (2) the words "or for medical and surgical  
5 service".

1 SEC. 6. Section eight thousand eight hundred ninety-five and seven  
2 hundredths (8895.07), Code, 1939, is amended by inserting after the  
3 word "by" in line one (1) the word "any", and by inserting after the  
4 word "service" in line two (2) the words "or for medical and surgical  
5 service".

1 SEC. 7. Section eight thousand eight hundred ninety-five and eight  
2 hundredths, (8895.08), Code, 1939, is amended by inserting after the  
3 word "by" in line one (1) the word "any", and by inserting after the  
4 word "service" in line two (2) the words "or with participating physi-  
5 cians and surgeons, osteopathic physicians, or osteopathic physicians  
6 and surgeons for medical and surgical service".

1 SEC. 8. Section eight thousand eight hundred ninety-five and eleven  
2 hundredths (8895.11), Code, 1939, is amended by inserting after the  
3 word "plan" in line three (3) the words "or medical service plan".

1 SEC. 9. Section eight thousand eight hundred ninety-five and thir-  
2 teen hundredths (8895.13), Code, 1939, is amended by inserting after

3 the comma (,) following the word "service" in line five (5) the words  
 4 "or any physician and surgeon, osteopathic physician, or osteopathic  
 5 physician and surgeon with whom any such corporation has a contract  
 6 for medical and surgical service,".

1 SEC. 10. Chapter four hundred three and one tenth (403.1), Code,  
 2 1939, is amended by adding thereto the following:

3 "No nonprofit medical service corporation shall be permitted to  
 4 operate until it shall have entered into contracts with at least one  
 5 hundred fifty (150) physicians and surgeons licensed to practice medi-  
 6 cine and surgery pursuant to chapter 116, Code, 1939, or at least one  
 7 hundred fifty (150) physicians and surgeons licensed to practice  
 8 osteopathy or osteopathy and surgery pursuant to chapter 118, Code,  
 9 1939, who agree to furnish medical and surgical service and be gov-  
 10 erned by the by-laws of the corporation."

1 SEC. 11. Chapter two hundred seventy-four (274), Laws of the  
 2 Forty-ninth General Assembly is amended by inserting after the word  
 3 "plan" in line seven (7) the words "or medical service plan", by in-  
 4 serting after the word "plan" in line twelve (12) the words "or medical  
 5 service plan", and by inserting after the word "corporation" in line  
 6 eighteen (18) the words "or medical service corporation".

1 SEC. 12. This act being deemed of immediate importance shall be in  
 2 full force and effect from and after its publication in the Cedar Falls  
 3 Record, a newspaper published at Cedar Falls, Iowa, and the Newton  
 4 Daily News, a newspaper published at Newton, Iowa.

Approved February 15, 1945.

I hereby certify that the foregoing act was published in the Cedar Falls Record,  
 Cedar Falls, Iowa, February 21, 1945, and the Newton Daily News, Newton, Iowa,  
 February 19, 1945.

WAYNE M. ROPES, *Secretary of State.*

## CHAPTER 210

### INSURANCE COMPANIES—ELECTIONS

S. F. 177

AN ACT to amend section eight thousand nine hundred nineteen (8919), code, 1939,  
 relating to the time for the holding of annual meeting for election of directors of  
 insurance companies organized under chapter four hundred four (404), code, 1939.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Section eight thousand nine hundred nineteen (8919),  
 2 Code, 1939, is hereby amended by striking from lines two (2), three  
 3 (3), and four (4) thereof the following: "during the month of January,  
 4 at such time as the by-laws of the company may direct;" and by substi-  
 5 tuting in lieu thereof the following: "at such time as the Articles of  
 6 Incorporation or By-Laws of the company provide;".

Approved March 29, 1945.